



Entered on Docket
December 23, 2010

Gregg W. Zive
Hon. Gregg W. Zive
United States Bankruptcy Judge

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UNITED STATES BANKRUPTCY COURT

FOR THE DISTRICT OF NEVADA

In re:

SPECIALTY TRUST, INC., et al.¹

- ☐ Affects this Debtor
- ☒ Affects all Debtors
- ☐ Affects Specialty Acquisition Corp.
- ☐ Affects SAC II
- ☐ Affects SAC D-1, LLC

Chapter 11

**Jointly Administered under
Case No. 10-51432-GWZ**

Case Nos.
10-51432
10-51437
10-51440
10-51441

**ORDER APPROVING PACHULSKI
STANG ZIEHL & JONES LLP'S
FIRST INTERIM APPLICATION
FOR COMPENSATION AND
REIMBURSEMENT OF EXPENSES
FOR THE INTERIM FEE PERIOD
ENDING SEPTEMBER 30, 2010**

Hearing Date: December 14, 2010
Hearing Time: 2:00 p.m.

¹ The Debtors in these cases, along with the last four digits of each Debtor's federal tax identification number, if applicable, are: Specialty Trust, Inc. (2463); Specialty Acquisition Corp. (3680); SAC II (2463); and SAC D-1, LLC (1858).

1 This matter came before the Court on the Application of Pachulski Stang Ziehl & Jones
 2 LLP (the "Application"), counsel for the above-captioned Debtors and Debtors-in-possession
 3 (collectively, the "Debtors"), for entry of an order approving the allowance and authorizing
 4 payment of interim compensation to Pachulski Stang Ziehl & Jones LLP ("PSZJ") for
 5 professional services rendered and reimbursement for expenses paid from April 20, 2010 through
 6 September 30, 2010 pursuant to Sections 330 and 331 of Title 11 of the United States Code (the
 7 "Bankruptcy Code"), Rule 2016 of the Federal Rules of Bankruptcy Procedure, and this Court's
 8 *Order Pursuant to 11 U.S.C. §§ 105(a) and 331, Fed. R. Bankr. P. 2016 Authorizing and*
 9 *Establishing Procedures for Interim Compensation and Reimbursement of Expenses of*
 10 *Professionals* entered on June 17, 2010 [Docket #217] (the "Compensation Order"). There was
 11 one objection to the Application, which was the *US Trustee's Objection to Pachulski Stang Ziehl*
 12 *& Jones LLP's First Interim Application for Compensation and Reimbursement of Expenses for*
 13 *the Interim Fee Period Ending September 30, 2010* [Doc 551] (the "Objection"). Appearances at
 14 the hearing were as noted on the record.

15 The Court being satisfied that proper notice of the Application was provided and that
 16 there is an agreement between the US Trustee and PSZJ to continue the hearing on the
 17 Objection, and, further, that the Office of the United States Trustee has reviewed and approved
 18 this Order and the agreement set forth herein as evidenced by its signature below, the Court finds
 19 that the fees, as reduced by agreement and pending resolution of the Objection, are fair and
 20 reasonable given (a) the complexity of these Chapter 11 Cases, (b) the time expended, (c) the
 21 nature and extent of the services rendered, (d) the value of such services, and (e) the costs of
 22 comparable services in a case other than under the Bankruptcy Code.

23 Now, therefore, the Court enters its Order as follows:

24 IT IS HEREBY ORDERED that the Court will defer ruling on \$25,000 of the fees
 25 requested by PSZJ in the Application (the "Deferred Amount"), which is the amount it finds
 26 fairly reflects the amount subject to the Objection;

27 IT IS FURTHER ORDERED that the fees and expenses requested in the Application,
 28 less the Deferred Amount, are approved;

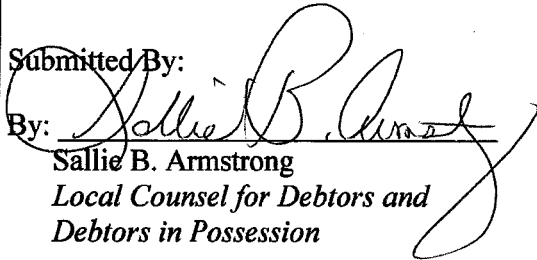
1 IT IS FURTHER ORDERED that, pursuant to Sections 330 and 331 of the Bankruptcy
2 Code, PSZJ is currently entitled to interim compensation of \$1,111,669.52 (which amount
3 reflects a reduction for the Deferred Amount) for professional services rendered and
4 reimbursement for expenses paid from April 20, 2010 through September 30, 2010; and

5 IT IS FINALLY ORDERED that the Debtors shall be and hereby are authorized to pay to
6 PSZJ the sum of \$210,621.12, which represents the amount that currently remains unpaid to
7 PSZJ under the terms of the Compensation Order, less the Deferred Amount.

8 ###

9 Submitted By:

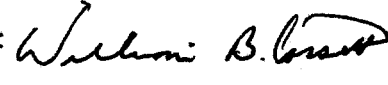
10 By:


Sallie B. Armstrong
Local Counsel for Debtors and
Debtors in Possession

13 Reviewed and Approved:

14 OFFICE OF THE UNITED STATES TRUSTEE

15 By:


Attorney for Acting United States Trustee
August B. Landis